GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:3645
ANSWERED ON:10.09.2007
LAWS FOR SMALL SCALE INDUSTRIES
Deshmukh Shri Subhash Sureshchandra

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) Whether the laws related to Small Scale Enterprises are different in different States;

(b) If so, whether these laws are proposed to be amended to being uniformity and effectiveness; and

(c) If so, the steps proposed to be taken by the government in this regard?

Answer

MINISTER OF THE STATE IN THE MINISTYR OF MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI MAHABIR PRASAD)

(a)to(c): The Government of India has commenced the implementation of the Micro, Small & Medium Enterprises Development (MSMED) Act., 2006 w.e.f. 2 October 2006. This legislation provides for facilitating the promotion and development and enhancing the competitiveness of Micro, Small & Medium Enterprises and for matters connected therewith or incidental thereto. The promotion and development of MSMEs is primarily the responsibility of the State Governments and the Government of India supplements this effort. After the enactment of the MSMED Act, 2006, there is uniformity in the country about the methodology for filing Entrepreneurs' Memoranda by the enterprises, enabling provisions that may be utilized for promotion and assistance for MSMEs, measures to check delayed payments to Micro and Small Enterprises, enabling provision for notifying policies for procurement preference to the products manufactured and services rendered by Micro and small Enterprises by the Departments/Public sector undertakings, etc., by the State Governments or the Government of India, etc.